GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:1600
ANSWERED ON:18.11.2010
VIABILITY OF NTC MILLS
Sugumar Shri K.

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government has undertaken any study to find out the viability of running the National Textile Corporation (NTC) Mills in the country;

(b) if so, the details thereof;

(c) whether the Government has any plan to sell the assets of NTC units; and

(d) if so, the details thereof and reasons therefor?

Answer

MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SMT. PANABAAKA LAKSHMI)

(a): The revival plan for National Textile Corporation (NTC) has been approved by the Board for Industrial and Financial Reconstruction (BIFR), which was based upon the techno- economic viability study conducted by Textile Research Associations such as Northern India Textile Research Association (NITRA), Bombay Textile Research Association (BTRA), Southern India Textile Research Association (SITRA), Ahmedabad Textile Industries Research Association(ATIRA) etc.

(b): The revival scheme approved by BIFR envisages closure of 77 unviable mills and revival of 40 viable mills.

(c) & (d): The BIFR approved revival plan is self-financing, funds to be generated through sale of surplus land and assets. For implementing the revival plan, NTC has so far sold land and assets worth 6163.87 crores.